

## For Immediate Release

## FEDERAL JUDGE TO STATE: PLAN ON FUNDING \$250 MILLION NEXT STEP IN GOVERNOR'S CONTEMPT PROCEEDINGS OCT. 27

The Reciever will be available for teleconference at 3:30pm at 1 (888) 272-7337 ID-3554858

For Wednesday, October 08, 2008 Contact: Luis Patino (916) 956-5879

(San Francisco, CA) The Honorable Thelton Henderson of the U.S. Federal Court for the Northern District of California has issued his orders pursuant to further hearings concerning the Receiver's motion to hold Governor Arnold Schwarzenegger and State Controller John Chiang In contempt of court for failing to provide the funding the receivership needs to build the prison medical facilities needed to provide basic health care to California's Inmates and bring the state into constitutional compliance.

In today's findings, the judge sets a hearing calendared for Monday Oct. 27 at 10am, and:

-Orders the state to "inform the Court of their specific plans to transfer \$250 million of previously appropriated and unencumbered AB 900 funds to the Receiver."

-Allows the Receiver's Attorneys to take the deposition of three of the Governor's Finance Personnel "for the purpose of exploring available options for funding the remedial plan in this case."